

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
Washington, DC 20250

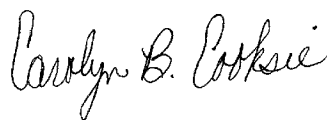
Notice FLP-77

1951-C, 1951-S

For: State and County Offices

Notification of Loan Servicing and Administrative Offset

Approved by: Deputy Administrator, Farm Loan Programs



1 Overview

A

Background

FmHA Instruction 1951-S, section 1951.907(c) states that borrowers who are 90 days past due on Report RC 540 will be notified of the availability of Primary and Preservation Loan Servicing.

RD Instruction 1951-C, section 1951.104(a)(1) states that borrowers who are 90 days past due will be notified of administrative offset.

B

Purpose

This notice further emphasizes the importance of proper loan servicing notifications and timeframes

Disposal Date

January 1, 2001

Distribution

State Offices; State Offices relay to County
Offices

Notice FLP-77

2 Action

A

Borrower Notification

Borrower notification of administrative offset will be done concurrently or after notification of 1951-S, Loan Servicing Rights, using 2 separate packages sent by certified mail. This should be done within 15 calendar days of notification that the borrower is 90 calendar days past due.

Note: Many FLP payments are made in September and should be offset if the delinquent borrower meets all criteria of the above instructions.

B

Contact

State Offices shall direct questions about this notice to Jerry Wishall or Michael Cumpton, LSPMD, at 202-720-4572.
